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CSOP INVESTMENTS III VCC

a Singapore variable capital company with the following sub-fund authorised under Section 286 of the Securities and Futures Act 2001 of Singapore

CSOP iEdge Southeast Asia+ TECH Index ETF (Stock Codes: SQU and SQQ)

(the “**Sub-Fund**”)

Announcement

Clarifications to investment strategy of and fees and charges payable by the Sub-Fund

We, CSOP Investments III VCC (the “**Company**”), hereby announce certain clarifications in respect of the Sub-Fund, as outlined below.

Capitalised terms used in this announcement that are not otherwise defined in this announcement shall have the same meaning ascribed to them in the latest version of the prospectus of the Company (the “**Prospectus**”).

(A) Clarifications to investment strategy of the Sub-Fund

The Sub-Fund currently carries out its investment strategy through a Representative Sampling Strategy, whereby the Sub-Fund will hold a representative sample of a portfolio of securities selected by the manager of the Sub-Fund, CSOP Asset Management Pte. Ltd. (the “**Manager**”), using quantitative analytical models in a technique known as “portfolio sampling”. Additionally, the Sub-Fund may use or invest in financial derivative instruments (“**FDIs**”) for the purposes of hedging and/or efficient portfolio management in accordance with the Notice on the Sale of Investment Products and the Notice on Recommendations on Investment Products and the Securities and Futures (Capital Markets Products) Regulations 2018 (for so long as the Shares of the Sub-Fund are Excluded Investment Products) and Appendix 1 of the CIS Code.

The investment strategy of the Sub-Fund will be updated to clarify that the Sub-Fund may use financial derivative instruments (“**FDIs**”) to gain exposure to underlying securities in India, Malaysia and Indonesia. In particular, the Manager may invest in FDIs (mainly swaps with one or more counterparties) for purposes of hedging and/or efficient portfolio management, where the Manager believes such investments will help the Sub-Fund achieve its investment objective and are beneficial to the Sub-Fund.

The swaps which may be invested by the Sub-Fund will be total return swap transaction(s) whereby the Sub-Fund will pass on the relevant portion of cash to the swap counterparty(ies) and in return the swap counterparty(ies) will provide the Sub-Fund with an exposure to the economic gain/loss in the performance of the relevant securities (net of indirect costs). The Sub-Fund will bear the swap fees, which is a fixed fee payable each time the Sub-Fund enters into a swap transaction, subject to a minimum annual fee.

(B) Clarifications to fees and charges payable by the Sub-Fund

The fees and charges payable by the Sub-Fund currently comprises, among others, other fees and charges including fund administration and valuation fees, audit fees, accounting fees, licensing fees, corporate secretarial fees, printing costs, out-of-pocket expenses and Directors’ fees.

In connection with the above clarification, the fees and charges payable by the Sub-Fund will also be updated to clarify that a swap fee of up to 0.50%¹ per annum of the Net Asset Value of the Sub-Fund will be borne by the Sub-Fund.

The Prospectus will be updated by way of a replacement prospectus which will be lodged on or around 6 June 2024 to reflect the above clarifications.

The replacement prospectus will be available on the Company's website at <https://www.csopasset.com/sg/home.html>.

If you have any questions concerning this announcement, please contact us or the Manager at +65 6279 2899.

CSOP Investments III VCC

Singapore, 6 June 2024

¹ This figure is based on the best estimation of the long-term view of the market, which may deviate from the real market condition under exceptional circumstances.